

STAFF REPORT

PUBLIC HEARING TO CONSIDER PROPOSED BUDGET FOR FISCAL YEAR 2008

Honorable Chair and Board Members:

Summary

At the close of the Public Hearing, and after consideration of testimony given, it is recommended that the Agency Directors approve the attached resolution implementing the Fiscal Year 2008 Budget for the Belmont Redevelopment Agency.

Background

This is a companion report to the FY 2008 Budget implementation action item included in the City Council agenda for June 12, 2007.

Discussion

Agency Direction

On May 22nd, the Agency Directors received a report introducing the FY 2008 Budget. During the presentation staff informed Council the budget included \$42 million in bond proceeds for refinancing debt and additional capital projects. Approval of the budget would not authorize the new bonds, which would require additional Council consideration and approval next fiscal year. The resolution is to approve the normal operating, capital and debt requirements for the fiscal year, as well as the proper revenue and appropriations accounts if the Council approves the debt during the fiscal year.

House cleaning items

Staff, in cooperation with the San Mateo County Controller's Office, concluded an investigation into property taxes that resulted in an increase to the Agency's FY 2007 estimated revenue of approximately \$966,792. After deducting \$222,281, as authorized by agreement, the County disbursed \$744,511 to the RDA. In turn, the RDA is required to pass through an additional payment to the School Districts of approximately \$363,577, raising the estimated appropriation for this purpose to \$1,977,430 for the year. To disburse the pass through, a supplemental appropriation in the amount of \$1,127,868 (\$905,587-School Districts & \$222,281-County) is required. This correction also requires amending the proposed FY 2008 revenue budget by approximately \$976,920 and appropriations budget by approximately \$619,240. Those amendments are reflected in the attached resolution.

Implementing Resolution

Attached for the Agency Director's review and approval is a resolution implementing the FY 2008 Budget. The resolution establishes the revenue, appropriation (expenditure) and capital improvement program budgets for the year. Furthermore, this resolution amends the FY 2007 Revenue and Appropriation Budget by the amounts referenced above.

Recommended Process

A process has been outlined by staff in the companion report in the City Council agenda packet.

Fiscal Impact

Establish the Belmont Redevelopment Agency's revenue budget at \$53,615,190 (includes transfers in for \$2,392,989), appropriation budget at \$34,868,764 (includes transfers out for \$2,392,989), and Capital Improvement Program budget at \$9,760,000 for Fiscal Year 2008.

Public Contact

1. Public hearing was legally noticed.

Recommendation

Approve resolution implementing the FY 2008 Revenue, Appropriation and Capital Improvement Program Budgets and Amending the FY 2007 Budget for Revenue and Authorizing a Supplemental Appropriation.

Alternatives

- 1. Amend the resolution and adopt an alternative budget.
- 2. With direction, refer the budget back to staff for further consideration.

Attachments

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A.	Resolution adopting FY 2008 Budget and Amending the FY 2007 Budget						
Res	pectfully submitted,						
Tho	mas Fil, Finance Director	Jack Crist, Executive Director					

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RESOLUTION NO.	
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RESOLUTION OF THE REDEVELOPMENT AGENCY OF THE CITY OF BELMONT ADOPTING THE PROPOSED FY 2008 REVENUE, APPROPRIATIONS AND CAPITAL IMPROVEMENT PROGRAM BUDGETS AND DETERMINING THAT PLANNING AND ADMINISTRATIVE EXPENDITURES OF LOW AND MODERATE INCOME HOUSING FUND MONIES ARE NECESSARY FOR THE PRODUCTION, IMPROVEMENT, OR PRESERVATION OF LOW AND MODERATE INCOME HOUSING FOR THE BELMONT REDEVELOPMENT AGENCY AND AMENDING THE FY 2007 BUDGET FOR REVENUE AND AUTHORIZING A SUPPLEMENTAL APPROPRIATION.

WHEREAS, the Board of Directors desire to have a fiscal plan for the Belmont Redevelopment Agency in order to plan for anticipated revenues and control expenditures; and

WHEREAS, the fiscal year revenue, appropriation and capital improvement plan for the Belmont Redevelopment Agency is expressed in the budget documents entitled "City of Belmont FY 2008 Budget"; and

WHEREAS, the FY 2007 Revenue and Appropriation Budget requires amendment; and

WHEREAS, the Board of Directors and the Finance Commission reviewed the proposed budgets for compliance with the goals and objectives of the community; and

WHEREAS, the Board of Directors has held Public Hearings on the programs and fiscal policies to obtain public comments regarding the Proposed Budget document.

NOW, THEREFORE, BE IT RESOLVED that the Redevelopment Agency of the City of Belmont Board of Directors that the Revenue, Appropriations and Capital Improvement Program (CIP) budgets for Fiscal Year 2008 shall be adopted as follows:

Fund	Fund Title	Revenue	Appropriation	Capital	Other Sources (Uses)
351	RDA Capital Projects	\$468,252	\$41,557	\$6,720,000	\$1,673,930
801	Belmont Redevelopment Agency	19,751	722,017		719,059
822	Low and Moderate Income Housing	1,745,550	5,069,983	3,040,000	19,795,000
841	Redevelopment Debt Service	6,360,528	26,642,218		20,417,011
843	Redevelopment Debt Service Reserve	23,120			
	TOTALS	\$8,617,201	\$32,475,775	\$9,760,000	\$42,605,000

NOW, THEREFORE, BE IT FURTHER RESOLVED that the Redevelopment Agency of the City of Belmont Board of Directors augments the Revenue and supplements the Appropriation Budgets for Fiscal Year 2007 as follows:

Fui	nd Fund Title	Revenue	Appropriation	Capital	Other Sources (Uses)
84	1 Redevelopment Debt Service	\$966,792	\$1,127,868	•	-
	TOTALS	\$966,792	\$1,127,868	-	-

NOW, THEREFORE, BE IT FURTHER RESOLVED that the Redevelopment Agency of the City of Belmont Board of Directors, pursuant to the requirements of state law, hereby determines that the planning and administrative expenses funded with Housing Fund monies as provided for in the FY 2008 Budget are necessary for the production, improvement, or preservation of low and moderate income housing in the City of Belmont based on the following:

- Pursuant to Health and Safety Code Section 33334.3(d), the Agency is required to
 determine annually that the planning and administrative expenses funded with
 Agency Low and Moderate Income Housing Fund ("Housing Fund") monies are
 necessary for the production, improvement, or preservation of low and moderate
 income housing; and
- The Agency has been provided with a report describing the use of Housing Fund monies for planning and administrative expenses in FY 2008 and the necessity for such expenditures for the production, improvement, or preservation of low and moderate income housing; and
- The Agency now desires to make the determination required by Health and Safety Code Section 33334.3(d).

CHAIR, Redevelopment Agency